## SUBSTITUTE FOR HOUSE BILL NO. 4079

[A bill to amend 1976 PA 451, entitled
"The revised school code,"

(MCL 380.1 to 380.1852) by adding section 1290; and to repeal acts
and parts of acts.]

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 1290. (1) A SCHOOL DISTRICT MAY APPLY TO THE
- 2 SUPERINTENDENT OF PUBLIC INSTRUCTION FOR AN EDUCATION MANDATE
- 3 ROLLBACK CONTRACT UNDER THIS SECTION FOR THE SCHOOL DISTRICT OR FOR
- 4 1 OR MORE SCHOOLS OPERATED BY THE SCHOOL DISTRICT. AN EDUCATION
- 5 MANDATE ROLLBACK CONTRACT ALLOWS THE SUPERINTENDENT OF PUBLIC
- 6 INSTRUCTION TO WAIVE A PROVISION OF THIS ACT OR OF THE STATE SCHOOL
- 7 AID ACT OF 1979, OR OF A RULE PROMULGATED UNDER THIS ACT OR THE
- 8 STATE SCHOOL AID ACT OF 1979, DESIGNATED AS PART OF A PERFORMANCE-
- 9 BASED CONTRACT WITH CLEARLY DEFINED AND MEASURABLE PERFORMANCE
- 10 GOALS. A SCHOOL DISTRICT ALSO MAY APPLY TO THE SUPERINTENDENT OF
- 11 PUBLIC INSTRUCTION FOR WAIVER OF CERTAIN FEDERAL REQUIREMENTS, IN

- 1 ACCORDANCE WITH FEDERAL LAW ALLOWING FEDERAL EDUCATION WAIVERS TO
- 2 BE ISSUED BY THIS STATE.
- 3 (2) IF THE BOARD OF A SCHOOL DISTRICT INTENDS TO APPLY FOR AN
- 4 EDUCATION MANDATE ROLLBACK CONTRACT, THE BOARD SHALL ESTABLISH AN
- 5 EDUCATION MANDATE ROLLBACK PLANNING COMMITTEE TO WORK WITH THE
- 6 BOARD TO DEVELOP THE RESOLUTION UNDER SUBSECTION (3) AND THE
- 7 APPLICATION UNDER SUBSECTION (4). THIS COMMITTEE SHALL INCLUDE A
- 8 REPRESENTATIVE OF EACH OF THE SCHOOL DISTRICT'S COLLECTIVE
- 9 BARGAINING UNITS THAT WILL BE AFFECTED BY THE EDUCATION MANDATE
- 10 ROLLBACK CONTRACT.
- 11 (3) BEFORE APPLYING FOR AN EDUCATION MANDATE ROLLBACK
- 12 CONTRACT, THE BOARD OF A SCHOOL DISTRICT MUST ADOPT A RESOLUTION
- 13 INDICATING THE BOARD'S INTENT TO APPLY FOR THE EDUCATION MANDATE
- 14 ROLLBACK CONTRACT. IF THE CONTRACT IS NOT INTENDED TO COVER THE
- 15 ENTIRE SCHOOL DISTRICT, THE RESOLUTION SHALL SPECIFY THE SCHOOLS TO
- 16 BE COVERED. BEFORE ADOPTING THE RESOLUTION, THE BOARD SHALL HOLD AT
- 17 LEAST 2 PUBLIC HEARINGS AT WHICH THE TYPES OF WAIVERS SOUGHT AND
- 18 THE NEED FOR THE WAIVERS ARE EXPLAINED AND PUBLIC COMMENT IS
- 19 ALLOWED.
- 20 (4) A SCHOOL DISTRICT SHALL SUBMIT AN APPLICATION FOR AN
- 21 EDUCATION MANDATE ROLLBACK CONTRACT TO THE SUPERINTENDENT OF PUBLIC
- 22 INSTRUCTION IN THE FORM AND MANNER PRESCRIBED BY THE DEPARTMENT.
- 23 THE APPLICATION SHALL CONTAIN AT LEAST ALL OF THE FOLLOWING:
- 24 (A) A SPECIFIC LISTING OF THE STATUTES AND RULES PROPOSED TO
- 25 BE WAIVED. IF THE APPLICATION IS INTENDED TO ALSO SERVE AS AN
- 26 APPLICATION FOR FEDERAL WAIVERS UNDER FEDERAL LAW, THE APPLICATION
- 27 ALSO SHALL INCLUDE A SPECIFIC LISTING OF THE FEDERAL STATUTES AND

- 1 REGULATIONS PROPOSED TO BE WAIVED.
- 2 (B) A STATEMENT SPECIFYING THE NEED FOR WAIVER FOR EACH
- 3 STATUTE OR RULE PROPOSED TO BE WAIVED, INCLUDING THE PURPOSE AND
- 4 INTENDED RESULTS FOR EACH WAIVER.
- 5 (C) A DESCRIPTION, FOR EACH SCHOOL YEAR AND FOR THE OVERALL
- 6 TERM OF THE CONTRACT, OF THE SPECIFIC MEASURABLE GOALS FOR IMPROVED
- 7 PUPIL PERFORMANCE IN THE SCHOOL DISTRICT OR SCHOOL. THESE GOALS
- 8 SHALL INCLUDE, BUT ARE NOT LIMITED TO, GOALS FOR IMPROVING MEAP
- 9 SCORES.
- 10 (D) A DESCRIPTION, FOR EACH SCHOOL YEAR AND FOR THE OVERALL
- 11 TERM OF THE CONTRACT, OF THE MEASUREMENTS TO BE USED TO DETERMINE
- 12 WHETHER THE PUPIL PERFORMANCE GOALS UNDER SUBDIVISION (C) HAVE BEEN
- 13 MET.
- 14 (E) AN EXPLANATION OF HOW THE CONTRACT AND THE WAIVERS WILL
- 15 ASSIST THE SCHOOL DISTRICT OR SCHOOL IN ACHIEVING ITS SPECIFIED
- 16 PERFORMANCE GOALS.
- 17 (F) A FISCAL IMPACT STATEMENT THAT ESTIMATES HOW THE WAIVER OR
- 18 WAIVERS MAY INCREASE OR REDUCE PROGRAM COSTS.
- 19 (G) IF THE CONTRACT IS NOT INTENDED TO COVER THE ENTIRE SCHOOL
- 20 DISTRICT, THE SPECIFIC SCHOOLS TO BE COVERED.
- 21 (H) A COPY OF THE BOARD RESOLUTION REQUIRED UNDER SUBSECTION
- 22 (3). IF THE APPLICATION IS INTENDED TO ALSO SERVE AS AN APPLICATION
- 23 FOR FEDERAL WAIVERS UNDER FEDERAL LAW, THE APPLICATION ALSO SHALL
- 24 INCLUDE AN EXPLANATION OF HOW THE PUBLIC NOTICE REQUIREMENTS OF
- 25 FEDERAL LAW HAVE BEEN MET.
- 26 (5) WITHIN 60 DAYS AFTER RECEIVING AN APPLICATION UNDER
- 27 SUBSECTION (4), THE SUPERINTENDENT OF PUBLIC INSTRUCTION SHALL

- 1 APPROVE OR DISAPPROVE THE APPLICATION AND NOTIFY THE SCHOOL
- 2 DISTRICT OF THE DECISION. SUBJECT TO SUBSECTION (6), IF THE
- 3 SUPERINTENDENT OF PUBLIC INSTRUCTION APPROVES THE APPLICATION, THE
- 4 SUPERINTENDENT OF PUBLIC INSTRUCTION SHALL PROMPTLY ENTER INTO AN
- 5 EDUCATION MANDATE ROLLBACK CONTRACT WITH THE SCHOOL DISTRICT. IF
- 6 THE SUPERINTENDENT OF PUBLIC INSTRUCTION DISAPPROVES THE
- 7 APPLICATION, THE NOTIFICATION TO THE SCHOOL DISTRICT SHALL INCLUDE
- 8 NOTICE OF THE SPECIFIC REASONS FOR THE DISAPPROVAL, AND THE SCHOOL
- 9 DISTRICT MAY SUBMIT A REVISED APPLICATION UNDER SUBSECTION (4).
- 10 SUBJECT TO SUBSECTION (6), IF THE SUPERINTENDENT OF PUBLIC
- 11 INSTRUCTION DOES NOT ACT ON AN APPLICATION AND NOTIFY THE SCHOOL
- 12 DISTRICT OF HIS OR HER DECISION WITHIN THE TIME LIMIT REQUIRED
- 13 UNDER THIS SUBSECTION, THE APPLICATION IS CONSIDERED APPROVED AND
- 14 THE SUPERINTENDENT OF PUBLIC INSTRUCTION SHALL PROMPTLY ENTER INTO
- 15 THE PROPOSED EDUCATION MANDATE ROLLBACK CONTRACT WITH THE SCHOOL
- 16 DISTRICT.
- 17 (6) WITHIN 5 DAYS AFTER APPROVING AN APPLICATION FOR AN
- 18 EDUCATION MANDATE ROLLBACK CONTRACT UNDER SUBSECTION (5) OR AFTER
- 19 THE EXPIRATION OF THE TIME LIMIT IN SUBSECTION (5) FOR APPROVING OR
- 20 DISAPPROVING AN APPLICATION, WHICHEVER IS EARLIER, THE
- 21 SUPERINTENDENT OF PUBLIC INSTRUCTION SHALL SUBMIT THE APPLICATION
- 22 TO THE STATE BOARD. AT ITS NEXT BOARD MEETING OCCURRING AT LEAST 10
- 23 DAYS AFTER IT RECEIVES THE APPLICATION, THE STATE BOARD MAY BY
- 24 MAJORITY VOTE OVERRIDE THE APPROVAL OF THE APPLICATION, WHETHER IT
- 25 IS APPROVED BY THE SUPERINTENDENT OF PUBLIC INSTRUCTION OR
- 26 CONSIDERED APPROVED DUE TO THE EXPIRATION OF THE TIME LIMIT. IF THE
- 27 STATE BOARD DOES NOT OVERRIDE THE APPROVAL AT THIS BOARD MEETING,

- 1 THE SUPERINTENDENT OF PUBLIC INSTRUCTION SHALL PROMPTLY ENTER INTO
- 2 THE EDUCATION MANDATE ROLLBACK CONTRACT WITH THE SCHOOL DISTRICT.
- 3 IF THE STATE BOARD OVERRIDES AN APPROVAL UNDER THIS SUBSECTION, THE
- 4 STATE BOARD SHALL NOTIFY THE SUPERINTENDENT OF PUBLIC INSTRUCTION
- 5 AND THE SCHOOL DISTRICT AND SHALL INCLUDE NOTICE OF THE SPECIFIC
- 6 REASONS FOR THE OVERRIDE. THE SCHOOL DISTRICT MAY SUBMIT A REVISED
- 7 APPLICATION UNDER SUBSECTION (4).
- 8 (7) THE SUPERINTENDENT OF PUBLIC INSTRUCTION SHALL NOT APPROVE
- 9 AN APPLICATION SUBMITTED UNDER SUBSECTION (4) UNLESS HE OR SHE
- 10 FINDS ALL OF THE FOLLOWING:
- 11 (A) THAT THE PERFORMANCE GOALS CONTAINED IN THE APPLICATION
- 12 ARE SUFFICIENTLY SPECIFIC AND WILL, IF MET, CONSTITUTE IMPROVED
- 13 PUPIL ACHIEVEMENT.
- 14 (B) THAT THE EDUCATION MANDATE ROLLBACK CONTRACT WILL ALLOW
- 15 THE SCHOOL DISTRICT TO ENHANCE LEARNING AND TO OPERATE IN A MORE
- 16 EFFECTIVE, EFFICIENT, OR ECONOMICAL MANNER.
- 17 (C) THAT THE DISTRICT HAS EXHIBITED FINANCIAL RESPONSIBILITY
- 18 DURING THE PRECEDING 3 FISCAL YEARS, AS DETERMINED BY THE
- 19 SUPERINTENDENT OF PUBLIC INSTRUCTION. THIS DOES NOT PRECLUDE THE
- 20 APPROVAL OF AN EDUCATION MANDATE ROLLBACK CONTRACT FOR A SCHOOL
- 21 DISTRICT IN CURRENT FINANCIAL HARDSHIP, IF THE HARDSHIP IS NOT DUE
- 22 TO FINANCIAL IRRESPONSIBILITY AS DETERMINED BY THE SUPERINTENDENT
- 23 OF PUBLIC INSTRUCTION.
- 24 (D) THAT THE EDUCATION MANDATE ROLLBACK CONTRACT WILL NOT
- 25 RESULT IN THE DIMINUTION OF WAGES, HOURS, OR OTHER TERMS AND
- 26 CONDITIONS OF EMPLOYMENT FOR EMPLOYEES OR COLLECTIVE BARGAINING
- 27 UNITS OF THE SCHOOL DISTRICT.

- 1 (8) IN APPROVING APPLICATIONS SUBMITTED UNDER SUBSECTION (4),
- 2 THE SUPERINTENDENT OF PUBLIC INSTRUCTION SHALL GIVE PRIORITY TO
- 3 APPLICATIONS THAT ARE FOCUSED ON REDUCING PUPIL ACHIEVEMENT GAPS
- 4 BASED ON RACE, GENDER, AND SOCIOECONOMIC STATUS.
- 5 (9) THE DEPARTMENT SHALL PRESCRIBE THE FORM OF AN EDUCATION
- 6 MANDATE ROLLBACK CONTRACT. THE EDUCATION MANDATE ROLLBACK CONTRACT
- 7 SHALL INCLUDE AT LEAST ALL OF THE FOLLOWING:
- 8 (A) ALL MATTERS ADDRESSED IN THE APPLICATION.
- 9 (B) ASSURANCE THAT THE SCHOOL DISTRICT WILL REPORT ITS ANNUAL
- 10 PROGRESS TOWARD ITS PERFORMANCE GOALS.
- 11 (C) AN AGREEMENT THAT, IN ORDER FOR THE CONTRACT TO BE
- 12 RENEWED, THE MEAP SCORES FOR THE SCHOOL DISTRICT OR SCHOOL MUST
- 13 DEMONSTRATE ADEQUATE ANNUAL PROGRESS TOWARD MEETING THE PERFORMANCE
- 14 GOALS AND MUST ATTAIN A SPECIFIC MEASURABLE BENCHMARK BY THE END OF
- 15 THE CONTRACT.
- 16 (D) AN AGREEMENT ON THE CONTENTS OF THE EMPOWERMENT REPORT TO
- 17 BE FILED BY THE SCHOOL DISTRICT AT THE END OF THE CONTRACT TERM.
- 18 THE EMPOWERMENT REPORT SHALL SUMMARIZE THE PERFORMANCE GOALS
- 19 ACHIEVED DURING THE TERM OF THE CONTRACT AND THE PROGRAMS,
- 20 CURRICULUM, OR OTHER INNOVATIVE APPROACHES USED TO ACHIEVE THESE
- 21 GOALS.
- 22 (E) THE TERM OF THE CONTRACT, WHICH SHALL NOT EXCEED 5 YEARS.
- 23 (10) THE SUPERINTENDENT OF PUBLIC INSTRUCTION MAY TERMINATE AN
- 24 EDUCATION MANDATE ROLLBACK CONTRACT FOR A SCHOOL BEFORE THE END OF
- 25 ITS TERM IF THE SUPERINTENDENT OF PUBLIC INSTRUCTION DETERMINES
- 26 THAT THE SCHOOL HAS EXPERIENCED 2 CONSECUTIVE YEARS OF DECLINING
- 27 PUPIL PERFORMANCE, BASED ON THE PERFORMANCE GOALS AND MEASUREMENTS

- 1 SPECIFIED IN THE CONTRACT, OR THAT THE SCHOOL HAS FAILED FOR 2
- 2 CONSECUTIVE YEARS TO MEET THE ADEQUATE YEARLY PROGRESS STANDARDS OF
- 3 THE NO CHILD LEFT BEHIND ACT OF 2001, PUBLIC LAW 107-110, IN BOTH
- 4 MATHEMATICS AND ENGLISH LANGUAGE ARTS AT ALL APPLICABLE GRADE
- 5 LEVELS FOR ALL APPLICABLE SUBGROUPS. THE SUPERINTENDENT OF PUBLIC
- 6 INSTRUCTION IS NOT REQUIRED TO TERMINATE AN EDUCATION MANDATE
- 7 ROLLBACK CONTRACT IF HE OR SHE DETERMINES THAT THE DECLINE OR
- 8 FAILURE IS DUE TO EXCEPTIONAL OR UNCONTROLLABLE CIRCUMSTANCES.
- 9 (11) AT THE CONCLUSION OF THE TERM OF AN EDUCATION MANDATE
- 10 ROLLBACK CONTRACT, THE SCHOOL DISTRICT SHALL SUBMIT ITS EMPOWERMENT
- 11 REPORT DESCRIBING HOW THE SCHOOL DISTRICT OR SCHOOL MET OR DID NOT
- 12 MEET THE PERFORMANCE GOALS SET FORTH IN THE CONTRACT. THE
- 13 SUPERINTENDENT OF PUBLIC INSTRUCTION MAY RENEW THE EDUCATION
- 14 MANDATE ROLLBACK CONTRACT IF THE PERFORMANCE GOALS HAVE BEEN MET.
- 15 (12) THE SUPERINTENDENT OF PUBLIC INSTRUCTION MAY NOT WAIVE
- 16 ANY OF THE FOLLOWING AS PART OF AN EDUCATION MANDATE ROLLBACK
- 17 CONTRACT:
- 18 (A) HEALTH AND SAFETY REQUIREMENTS.
- 19 (B) STATUTORY TEACHER CERTIFICATION REQUIREMENTS.
- 20 (C) ANY PROVISION UNDER SECTION 1312.
- 21 (D) A REQUIREMENT UNDER PART 6A, EXCEPT WAIVER OF SECTION
- 22 503(6) TO THE EXTENT NECESSARY TO ALLOW WAIVER OF ANOTHER
- 23 REQUIREMENT THAT MEETS BOTH OF THE FOLLOWING:
- 24 (i) IS IMPOSED UNDER A PART OF THIS ACT OTHER THAN PART 6A.
- 25 (ii) IS A REQUIREMENT THAT MAY BE WAIVED UNDER THIS SECTION FOR
- 26 A SCHOOL DISTRICT THAT IS NOT A PUBLIC SCHOOL ACADEMY.
- 27 (13) THE SUPERINTENDENT OF PUBLIC INSTRUCTION SHALL SUBMIT AN

## House Bill No. 4079 (H-2) as amended June 1, 2005

- 1 ANNUAL REPORT TO THE LEGISLATURE ON THE STATUS OF THE EDUCATION
- 2 MANDATE ROLLBACK PROGRAM UNDER THIS SECTION, INCLUDING A REPORT ON
- 3 EDUCATION MANDATE ROLLBACK CONTRACTS ISSUED DURING THE YEAR, AND ON
- 4 PROGRESS MADE TOWARD ATTAINMENT OF PERFORMANCE GOALS.
- 5 (14) AS THE INITIAL EDUCATION MANDATE ROLLBACK CONTRACTS
- 6 ISSUED UNDER THIS SECTION EXPIRE, THE DEPARTMENT SHALL POST
- 7 INFORMATION ON ITS WEBSITE ON THE EDUCATIONAL INNOVATIONS AND BEST
- 8 PRACTICES USED TO ACHIEVE PUPIL PERFORMANCE GOALS UNDER THE
- 9 CONTRACTS.
- 10 (15) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (12), ANY
- 11 PROVISION OF THIS ACT OR THE STATE SCHOOL AID ACT OF 1979, OR OF
- 12 ANY RULE PROMULGATED UNDER THIS ACT OR THE STATE SCHOOL AID ACT OF
- 13 1979, IS SUBJECT TO WAIVER UNDER AN EDUCATION MANDATE ROLLBACK
- 14 CONTRACT.
- 15 (16) AS USED IN THIS SECTION:
- 16 (A) "EMPOWERMENT REPORT" MEANS THE FINAL EVALUATION REPORT
- 17 REQUIRED TO BE FILED AT THE END OF THE TERM OF AN EDUCATION MANDATE
- 18 ROLLBACK CONTRACT UNDER SUBSECTION (11).
- 19 (B) "MEAP SCORES" MEANS THE SCORES ACHIEVED BY THE PUPILS OF A
- 20 SCHOOL DISTRICT OR SCHOOL, AS APPLICABLE, ON ALL MICHIGAN
- 21 EDUCATIONAL ASSESSMENT PROGRAM TESTS OR OTHER STATE ASSESSMENTS
- 22 ADMINISTERED TO PUPILS OF THE SCHOOL DISTRICT OR SCHOOL.
- 23 (C) "SCHOOL DISTRICT" MEANS EITHER A SCHOOL DISTRICT OR A
- 24 PUBLIC SCHOOL ACADEMY, AND "BOARD" MEANS EITHER A SCHOOL BOARD OR
- 25 THE BOARD OF DIRECTORS OF A PUBLIC SCHOOL ACADEMY.
- 26 (17) THIS SECTION SHALL BE KNOWN AND MAY BE CITED AS THE
- 27 "EDUCATION MANDATE ROLLBACK LAW".
  - [(18) THIS SECTION IS REPEALED EFFECTIVE 10 YEARS AFTER THE EFFECTIVE DATE OF THIS SECTION.]

- 1 Enacting section 1. This amendatory act does not take effect
- unless House Bill No. 4080 of the 93rd Legislature is enacted into 2
- 3 law.